RECEIVED



MO 780-0211 (9-01)

MISSOURI DEPARTMENT OF NATURAL RESOURCES

MISSOURI OIL AND GAS COUNCIL

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK MAR 12 2004

APPLICATIO	N TO DRILL	DEEPEN	☐ PLUG BACK	∑ FOR AN	ON ON OFFICE OF I	& E 9898	WATCI
NAME OF COMPANY OF Petrol O	eil And Gas, Ir	ıc				02/05/	
ADDRESS 2300 E	Patrick Lane S	Suite 26	Las	Vegas		STATE NV	ZIP CODE 89119
DESCRIPTION	OF WELL AND LE	ASE					
NAME OF LEASE	Ernest E Sch	moll	WELL NUI	15-1		ELEVATION (GROUND)	
WELL LOCATION	235 E	FROM(N)(S) SECTI		OM SECTION LINES)	T. FROM	(E) (SECTION LIN	√E
WELL LOCATION	SECTION 22	TOWNSHIP 45	RANGE LATITUDE	LONGITU	DE	Cass	
NEAREST DISTANC	E FROM PROPOSED L			900			
	ROPOSED LOCATION				L ON THE SAME	LEASE	FEET
PROPOSED DEPTH 700°		NG CONTRACTOR, NAME KAT Drilling po b		D	tary	APPROX. DATE WORK 02/11	will start /2004
NUMBER OF ACRES IN 425		ER OF WELLS ON LE ER OF ABANDONED		IS WELL, COMPLETE	D IN OR DRILLIN	G TO THIS RESERVO	DIR0
NAME	SED WITH ONE OR MO	RE WELLS DRILLED,		HASED?	NO		RODUCINGINJECTIONINACTIVE
ADDRESS						AB	ANDONED
STATUS OF	BOND	INGLE WELL MOUNT \$			ET BOND I	etter of Credit	ON FILE
PROPOSED CASING	1	N.T.(57	0511	APPROVED CASING			OGIST CEM.
AMOUNT 700'	4 1/2"	WT/FT 9 lbs.	surface	AMOUNT	SIZE	WT/FT	FL
					<i>Open</i>		
I, the undersigned	ed, state that I am t	heRe	presentative	of the _	Pet	trol Oil and Ga	s, Inc.
direction and tha	that I am authorize the facts stated the	nerein are true, co					my supervision and
PERMIT NUMBER			☑ DRILLER'S L	OG REQUIRED YSIS REQUIRED IF R		-LOGS REQUIRED IF	RUN INFO. REQUIRED IF RUN
APPROVED DATE	3-1	7-04 W	□ SAMPLES R	EQUIRED	on		III O NEGOTIES II NO
APPROVED BY	RI	reland		IPLES REQUIRED AT			
				ERSON OR TO A			DRODOCED WELL NO
· ·	THE QUALIFICATIONS			JIE ENDORSEMENT	OF THE GEOLO	GIC MERITS OF THE	PROPOSED WELL NOF
1							Company confirm
	d drilling permit has ermit number and s				pproval of this	s permit will be sh	nown on this form by
DRILLER'S SIGNATURE	/					DATE	

REMIT TWO COPIES TO: MISSOURI OIL AND GAS COUNCIL, P.O. BOX 250, ROLLA, MO 65402

Air Drilling Specialist Oil and Gas Wells

O perator

037-20749

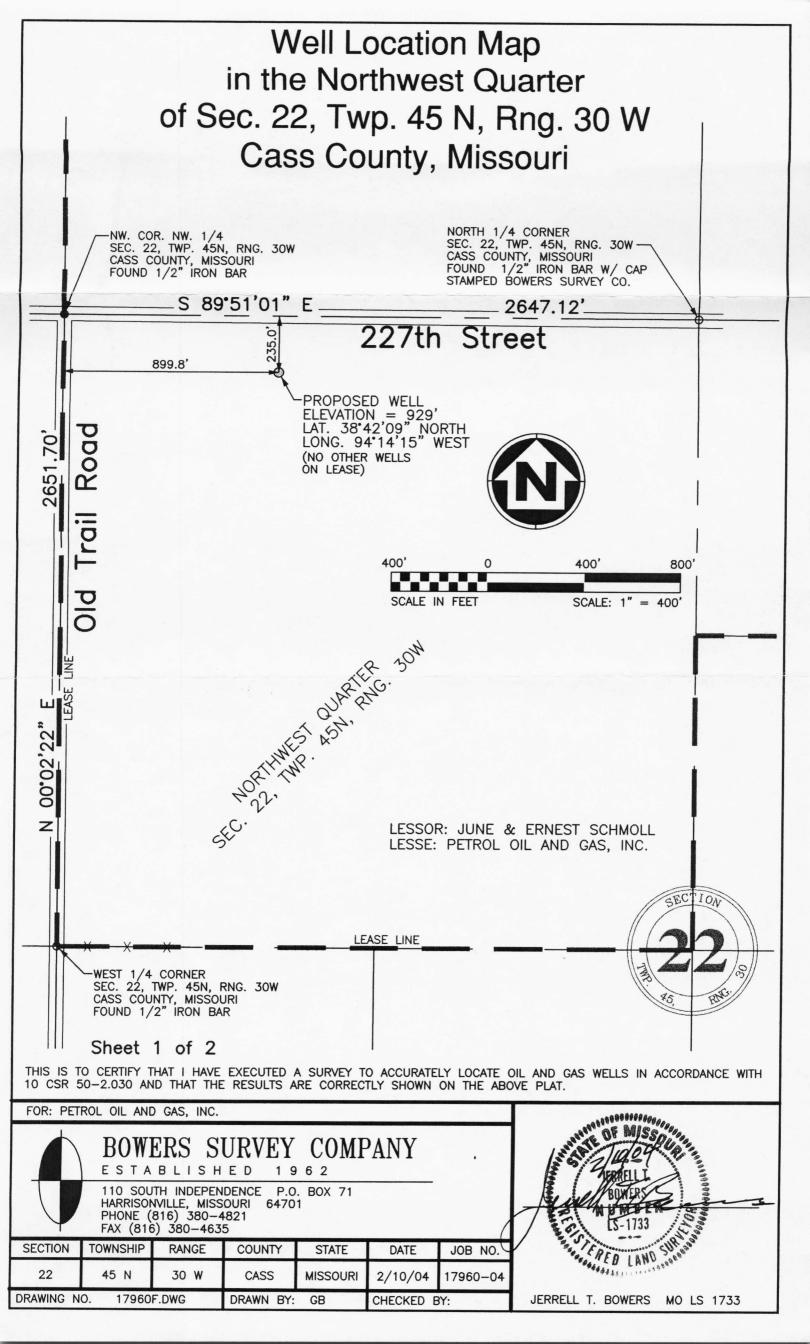
Office Phone: (620) 879-5377 M.O.K.A.T. DRILLING

P.O. Box Dev Caney, KS 67333

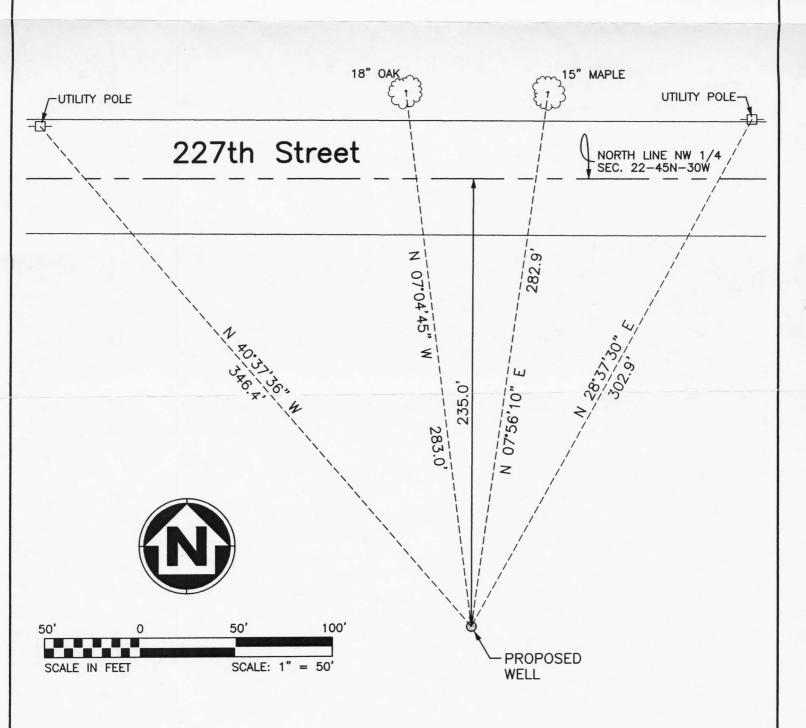
II dila ada Arciia		account.	1			-						
perator		Well No.		Lease	L 0 C .		1/4 1/4	114 FEB 14 5 2008ec 22 Twp	2008°	22 I w p	45 Rge,	ge, 30
PETROL OIL & GAS INC.	JAS INC.	15-1		ERNEST E SCHMOLL	CHMOLL					77	ţ	
		County		State	Type/Well		Depth):	Hours	Date	Date Started	Date Completed	mpleted
								Gas Council		2.	,	
		CASS	SS	MO			615'		3	-18-04	3-	3-19-04
Job No.	Casing Used			Bit R	Bit Record			0	Coring Record	ecord		
	43' 7" OF 8 5/8"	F 8 5/8"	Bit No.	Type s	size From	То	Bit No.	type	Size	From	To	% Rec.
Driller	Cement Used											
BILLY					6 3/4"							
Driller	Rig No.											
	N											
Driller	Hammer No.											

Formation Record

		254 2							233 2			220 2	206 2	199 2				138 1			132	2 1	93 1	1	84 91		58 8	41 5	4 41	0 4	From	
281	259	256	254	252	251	243	242	37		233	31	23	220	206	199	190	170	168	38	37	134	32	102	93	1	84	81				To	
SOFT SHALE	SANDY SHALE	COAL	BLACK SHALE	LIME	SHALE	LIME	SHALE	BLACK SHALE	LIME	BLACK SHALE	SOFT LIME	BLACK SHALE	LIME	BLACK SHALE	LIME DAMP	SANDY SHALE	COAL		BLACK SHALE	SHALE	BLACK SHALE / COAL	SHALE	SANDY SHALE	LIME	LIMEY SHALE	BLACK SHALE	LIMEY SHALE	SHALE	CLAY	MUD	Formation	
602	592	571	571	566	516	500	448	444	443	432	431	409	407	403	389	350	349	342	339	341	340	339	334	333	331	315	293	292	282	281	From	
615	602		592	571	566	516	500	448	444	443	432	431	409	407	403	389	350	349		342	341	340	339	334	333	331	315	293	292	282	То	
GREY LIME	BROWN LIME MISSISSIPPI	WENT TO WATER	SAND LOTS OF WATER	KSHALE	SHALE	LIMEY SHALE	BLACK SHALE	SHALE	COAL	SHALE	COAL	SHALE	COAL	LIME	BLACK SHALE	SHALE	COAL	BLACK SHALE	GAS TEST NO GAS	LIME	BLACK SHALE	LIME	SHALE	LIME	BLACK SHALE / COAL	SHALE	SOFT SANDY SHALE	BLACK SHALE	SHALE	BLACK SHALE / COAL	Formation	
				Ī		T										T															From	
		T				T								T																	T ₀	
																														T.D. 615'		
-	<u> </u>					+		+			+	+		+		+	-		-	+	+	+	-			+		-	-	-	From	
r	T		T	T	T	t		T		T		T	T	T		T	T	T	T	T		T			T	T	T	T	T	T	To	1
																															Formation	



Well Reference Ties in the Northwest Quarter of Sec. 22, Twp. 45 N, Rng. 30 W Cass County, Missouri



Sheet 2 of 2

THIS IS TO CERTIFY THAT I HAVE EXECUTED A SURVEY TO ACCURATELY LOCATE OIL AND GAS WELLS IN ACCORDANCE WITH 10 CSR 50-2.030 AND THAT THE RESULTS ARE CORRECTLY SHOWN ON THE ABOVE REFERENCE TIES.



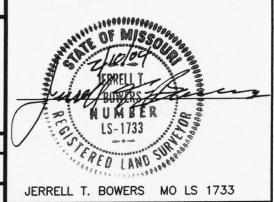


BOWERS SURVEY COMPANY

ESTABLISHED 1962

110 SOUTH INDEPENDENCE P.O. BOX 71 HARRISONVILLE, MISSOURI 64701 PHONE (816) 380-4821 FAX (816) 380-4635

SECTION	TOWNSHIP	RANGE	COUNTY	STATE	DATE	JOB NO.
22	45 N	30 W	CASS	MISSOURI	2/10/04	17960-04
DRAWING N	17960	F DWG	DRAWN BY	GB	CHECKED E	BY:



037-20749

WILLIAM T. STOECKINGER

CERTIFIED PETROLEUM GEOLOGIST 5742 HAZEL RD. • BARTLESVILLE, OKLAHOMA 74006 PHONE: (918) 333-7775 • FAX: (918) 333-2224

O3RECEIVED FEB 15 2008

SCHMOLL 15-1

Mo Oil & Gas Council

WELL NAME: Schmoll 15-1

NWNWNW Section 22, 45 N-30 W, Cass County, Missouri. LOCATION:

ELEVATION: 929', surveyed

TOTAL DEPTH: 615 feet at 0900 hours, March 19, 2004.

SPUDDED: Noon, March 18, 2004

CASING: 8 5/8" to 40 feet, and 4.5" production casing.

HOLE SIZE: 11 1/4" to 40 feet, and 6 3/4" to TD using button bit, air rig.

LOGS RUN: Density-Neutron-Gamma Ray, and Induction logs in open

hole using Superior of Hominy, OK.

DRILLING CONTRAC. Mokat Drilling of Caney, KS. using Schramm air rig.

OPERATOR: Petrol Oil and Gas, Inc. of Las Vegas, NV.

SUPERVISION: Stoeckinger, Geologist & Gary Bridwell of Petrol Oil and Gas.

STATUS: Hole is cased, cemented, and ready to test for coal gas.

FORMATIONS TOPS: Lexington 194', Summit 232', Mulky 254' (1' of coal); no Squirrel sand, Bevier coal 330' (6"); Croweburg coal 346' (2'); Weir coal 404' (3'); Drywood coal 441' (1'); Burgess water sand 568'(20'); and Mississippi dolomites 590'.

CONCLUSIONS: No gas flow seen at the surface while drilling. Both Summit and Mulky are black shale, the latter with coal at its base. All coals and organic black shales are gassy based on desorption work using sealed canisters and /or plastic bags. A total of seven gross feet of gassy coal were drilled. Most coal and organic shale appear to be permeable as they gave up trace amounts of water when drilled.

RECOMMENDATION: Perforate and complete for gas in thicker coals beginning with the deeper coals between 400 and 430 feet.

037-20749

RECEIVED

FEB 15 2008

Mo Oil & Gas Council

The interval from 431 to 445' consists of brown coal and shale. More wetness was noted in the returns, but still not enough water to force conversion to mist drilling. The interval from 450' to 570' is firm to hard, fast-drilling shale without streaks of coal.

No gas was seen at the surface, and no flare at connections. Several times drilling paused for minutes to allow gas to build up in the hole, bring it to the surface to burn at the lighted flare at the end of the blewy line, but there was no indication of gas on the well at any time. The lack of gas to the surface came as a surprise to this writer.

The Burgess sand topped at 568 feet is carrying fresh water which came out at rates approaching several hundred barrels per day. Apparently and according to a local land-owner, this volume is not enough to save for irrigation purposes.

The Mississippi is a brown dolomite overlain by pyritic sand.

OPERATIONS

The well is spotted in the NWNWNW of Section 22, and only a few hundred feet south the interstate gas pipeline system that traverses east-west across Cass County. The well was spudded in the afternoon of March 18th after moving off of the Roth well in Section 2, and several miles to the south. The top 40 feet is a gummy yellow clay requiring several hours to penetrate. 40 feet of 8 5/8" surface casing was set and cemented by hand using 8 sacks of cement. The main 6 3/4" hole was taking to 214 by night fall. At 0630 the next day, drilling resumed after blowing about a barrel of water from the hole. There was no gas to the surface. The hole was taken rapidly through many coals using only air until the Burgess water sand was struck at 570 feet. Numerous coal samples were bagged and obviously contain gas (see above). After topping the dolomites of the Mississippi, the hole was briefly washed, and the rig moved off at 10 AM to spud and finish the Wiskar 14-1 well, located 12 miles to the south in the same County. Open hole logs consisting of the Density-Neutron-Gamma Ray, and Induction tools were run March 19th. The wellbore is in perfect condition, no cave zones, and only 4 feet of fill at the bottom. 4 1/2" production casing was ran and cemented to the surface.

Submitted this 29th day of March 2004

W.T. Stoeckinger Certified Petroleum Geologist # 1237 AAPG.

RECEIVED

FEB 15 2008

Mo Oil & Gas Council

OIL AND GAS SHOWS

There was no show of gas detected at the surface. No oil odor in any sand. A lighted flare was placed in the blewy line while drilling, and remained lighted to total depth. Nothing that would burn came from this well at any time. Simple hand checks in the blewy line confirmed the lack of gas on the hole.

The response of the Short Lateral curve on the Induction log indicates agitation of the water standing in the hole at about 270 feet from the surface. Usually such agitation is indicative of gas breaking through the top of the water column. Reportedly, when production casing was run, minor but noticeable gas was flowing from the well, therefore, it seems gas is entering the well, probably from the coals below 300 feet.

FORMATION EVALUATION

After setting surface, the hole was taken to 214 feet before night fall. Black, thin streaks of coal were seen at 61', 81', 131' to 134', 168' to 170' and 192' to 196' before stopping in limestones of the Fort Scott formation at night fall. No gas detected at the surface. The coal at 168 was bagged which is puffy. The next morning at 0630 hours there was no gas emanating from the well which overnight had filled with a barrel of water.

The Mulky interval 258' to 266' is a very organic shale overlying 1 1/2 feet of vitrinitic, brittle coal which is very gassy based on observation of sealed plastic bags, but no show of gas to the surface. The interval 331' to 349' consists of several coals associated with black shale and limestone and is called the Bevier (at the top), the thin Ardmore lime, then more coal at the base which is called the Croweburg seam. (The Bevier is also called the Wheeler in Missouri). The Croweburg is two feet thick and very gassy as noted when sealed plastic bags repeatedly puff up after being voided of gas. At 389' more water was detected, again indicating permeability in the shales and coals. Beginning at 390', drilling encountered black shale with hard lime and more water in the system.

Three feet of coal was found below a very hard lime at 404 feet, and the returns again become wet indicating permeability. A sample of this coal was placed and sealed in a canister for later desorption work in the office. Unfortunately, on the following day, when the first puff of gas was released from the canister, the trapped pressure in the canister exploded, blew out, and displaced abruptly water in the measuring cylinder. The canister was re-sealed, and over the next few hours 70 cc of gas was given off. At the end of a week gas is still coming from the sample in the canister. The conclusion: this coal is gassy, and gas continues to desorbe from the coal over time measured in weeks. Because we lost gas at the initial opening of the canister, we will not be able to give a quantitative gas content for this sample of drill chips. However, we can accurately say this coal is gassy, and based on the fact that some water entered the wellbore as the coal was drilled, that the coal has fractures filled with water (permeability).

037-20749 m.o.k.a.t. drilling rig #2

P.O. BOX 590 **CANEY, KS 67333** Phone (620) 879-5377 Cell (620) 252-8338

"For All Your Drilling Needs" Specializing In Coal Gas

DATE	INVOICE NO.
3/22/2004	248

Invoice

BILL TO

PETROL OIL & GAS Gary Bridwell P.O. Box 1404 Independence, KS 67301

RECEIVED	R	E	C	E	I	V	E	D
----------	---	---	---	---	---	---	---	---

FEB 15 2008

Mo Oil & Gas Council

		WELL NO).	LEASE
		#15-1	ERNES	ST E. SCHMOLL
DESCRIPTION	QTY		RATE	AMOUNT
515' DRILLED AT \$6.50 PER FT. 8 SACKS OF CEMENT.		615	6.50 10.00	3,997.50 80.00

DECOMM HOLL			2.007.50
15' DRILLED AT \$6.50 PER FT. SACKS OF CEMENT.	615	6.50 10.00	3,997.50 80.00
Union of online.			
	_		
		14	
HANK YOU		Total	

\$4,077.50



PETROL OIL & GAS, INC

INDEPENDENCE, KS 67301

PO BOX 1404

037-20749

1380 Route 286 East Suite 121 Indiana, PA 15701

Voice: (724)465-8904 Fax: (724)465-8907

STATEMENT

May 14, 2004

RECEIVEDPETROS

FEB 15 2008

Mo Oil & Gas Council

Page No. 1 of 1

Amount Enclosed

	2 - 2 - 16 -	Lease Name	Invoice Number	Amount	Balance
Date 3/29/2004	Document Invoice	Doug Roth #3-1 Doug Roth #3-1	26-000479	500.00	500.00
3/29/2004	Invoice	Doug Roth #3-1 Ernest E. Schmoll	26-000481	2,000.00	2,000.00
3/29/2004	Invoice	Ernest E. Schmoll Ernest E. Schmoll Dale Wiskar #14-1	26-000482	2,000.00	2,000.00
3/30/2004	Invoice	Dale Wiskar #14-1 Dale Wiskar #14-1 Doug Roth 14-1	26-000712	2,000.00	2,000.00
3/30/2004	Invoice	Doug Roth 14-1 Doug Roth 14-1 Snyder 13-1	26-000713	2,000.00	2,000.00
3/30/2004		Snyder 13-1 Snyder 13-1			

Moked

Ho

TOTAL

8,500.00

Current	1 to 30	31 to 60	61 to 90	Over 90
0.00	8,500.00	0.00	0.00	0.00